

Gold Prices Surges Globally, As US Inflation Rate Rises 40 Years High:

CPI Inflation in the US has surged to 6.8% in November YoY, indicating a huge price hike for food, energy, housing, etc. This is the highest inflation rate recorded in the past 40 years, since 1982. The US government also reported that from October to November, prices have jumped by 0.8%. This exceedingly high inflation rate will certainly impact global gold rates, pulling the bullish string again.

U.S. gold futures' most active contract, December, settled Friday's trade up \$8.10, or 0.5%, at \$1,784.80 an ounce. For the week, it rose 0.1%.

Now, the market participants are waiting for the next US Fed meet in the upcoming week. It will give an idea about how is the Fed planning to keep the inflation rate under control. The Fed earlier stated to restrict the inflation at 2% but failed every month, and economists are anticipating that this rate will surge further. Fed's monetary policy of low-interest rate and liquidity infusion is, according to the reasons behind this inflation. Gold traders are gaining from this, as the rates are getting bullish. Without an adequate monetary policy against inflation from the Fed, next week will further increase the gold rates globally.

(Source: <https://www.goodreturns.in/>)



Technical Outlook:

MCX GOLD (FEB) future prices are consolidated near to resistance level of 48300 on a daily chart. The last few sessions ended up in sideways trend after testing the resistance line. The market is expected to continue the Bullish momentum based on the current price action. Once it breaks and sustain above the key resistance holding at 48300. The upside rally could test the level of 48700-49200 in the upcoming sessions. Alternatively, if the key resistance holds strong then the market might retest the same and turn bearish once again. The downside rally could test 47800 - 47200 levels. Key support holds at 47800.

@ Futures	Expiry Date	Quotation/ Base Value	Close	WoW % change	52 wk H/L	S2	S1	Pivot	R1	R2	Trend
MCXBULLDEX	24-Dec-21	INDEX	14105	0.26%	16251/13513	13918	14011	14089	14182	14260	DOWN
MCXMETLDEX	22-Dec-21	INDEX	16850	1.27%	18511/13242	16270	16552	16773	17055	17276	DOWN
MCXENRGDEX	10-Jan-21	INDEX	5479	4.78%	6729/4955	4992	5235	5407	5650	5822	DOWN
GOLD	04-Feb-21	10 GM	48189	0.60%	51931/44108	47583	47886	48093	48396	48603	MODERATE
SILVER	04-Mar-21	1 KG	61179	-0.55%	75501/58711	59462	60321	61180	62039	62898	DOWN
CRUDE OIL	17-Dec-21	Rs/bbl	5395	7.21%	6428/3457	4875	5135	5331	5591	5787	UP
NG	28-Dec-21	Rs/mmBtu	296	-6.92%	485/176	263	279	292	309	322	DOWN
COPPER	31-Dec-21	1 KG	731	1.08%	815/585	710	721	732	743	754	DOWN
NICKEL	31-Dec-21	1 KG	1556	0.32%	1641/1145	1497	1526	1555	1584	1613	MODERATE
LEAD	31-Dec-21	1 KG	185	0.68%	196/155	181	183	185	187	189	MODERATE
ZINC	31-Dec-21	1 KG	277	3.07%	325/201	259	268	274	283	289	MODERATE
ALUMINIUM	31-Dec-21	1 KG	213	0.78%	258/159	206	210	212	216	218	MODERATE